

Message Text

PAGE 01 PARIS 27863 281209Z

17

ACTION TRSE-00

(

INFO OCT-01 EUR-12 ISO-00 EB-07 AID-05 CEA-01 CIAE-00

?? h

COME-00 FRB-03 INR-07 NSAE-00 CIEP-01 SP-02 STR-04

LAB-04 SIL-01 SAM-01 OMB-01 L-03 SS-15 NSC-05 H-02

H (

IO-10 /085 W

X ----- 029852

PR 281158Z OCT 75

FM AMEMBASSY PARIS

TO SECSTATE WASHDC PRIORITY 4622

INFO USMISSION EC BRUSSELS

LIMITED OFFICIAL USE PARIS 27863

E.O. 11652: N/A

TAGS: EAID, EFIN, IBRD, FR

SUBJECT: INTERNATIONAL FINANCE CORPORATION (IFC) CAPITAL

REPLENISHMENT

REF: STATE 242712

1. EMBOFF DISCUSSED REFTEL WITH BLOCH-LAINE, ASSISTANT TREASURY DIRECTOR IN CHARGE OF INTERNATIONAL ORGANIZATIONS AT FINANCE MINISTRY, ON FRIDAY, OCTOBER 25, AND OUTLINED POINTS MADE PARAS. 1-11. BLOCH-LAINE'S ABSENCES FROM PARIS MADE EARLIER MEETING IMPOSSIBLE.

2. BLOCH-LAINE NOTED THAT MINISTRY HAD EXAMINED QUESTION RECENTLY, PRIOR TO DISCUSSION WITH VON HOFFMAN. POSITION GIVEN HIM, AND ALSO GIVEN EMBOFF, HAD BEEN WORKED OUT BY TREASURY DIRECTOR LAROSIERE AND MINISTER FOURCADE'

3. GOF POSITION TOWARDS IFC REPLENISHMENT IS CONDITIONED BOTH BY PRESENT DEMANDS ON ITS RESOURCES AND LONGER-STANDING VIEWS. GOF HAS MANY CLAIMANTS TO AID AT PRESENT TIME - BLOCH-LAINE CITED FOR EXAMPLE URGINGS
LIMITED OFFICIAL USE
LIMITED OFFICIAL USE

PAGE 02 PARIS 27863 281209Z

OF OTHER EC PARTNERS, PARTICULARLY U.K., THAT IT PROVIDE MORE AID FOR NON-ASSOCIATED COUNTRIES, FOR EXAMPLE, INDIA. GOF MUST ALSO DECIDE ON HOW TO SPREAD ITS RESOURCES WITHIN BANK GROUP - IN THIS CONTEXT, BLOCH-

LAINE NOTED THAT PRIORITY ESTABLISHED WAS: 1) IDA; 2) BANK ITSELF; 3) IFC. THIS PRIORITY REFLECTS BOTH A "PHILOSOPHICAL" POSITION (WHICH HE ADMITTED HAD LONG GONE UNEXAMINED) FRANKLY DIFFERENT FROM U.S. ON RELATIVE IMPORTANCE OF PRIVATE CAPITAL IN DEVELOPMENT PROCESS, AND FACT THAT IFC HAS HAD LITTLE ACTIVITY IN AREAS OF GREATEST INTEREST TO FRANCE, I.E. AFRICA. ON LAST POINT, BLOCH-LAINE OBSERVED THAT THESE COUNTRIES HAD SIMPLY NOT PROPOSED MANY PROJECTS ELIGIBLE FOR IFC PARTICIPATION.

4. BLOCH-LAINE NOTED THAT GIVEN EXISTANCE OF SO MANY CLAIMS ON AID RESOURCES IFC WAS RIGHT IN MAKING EARLY PITCH. IT IS CLEARLY IN IFC INTEREST TO "GET IN FIRST" BEFORE COMMITMENTS MADE ELSEWHERE. HE THEN NOTED "PURELY PERSONAL" OPINION THAT IF SUFFICIENT MOMENTUM BUILT UP AND OTHER COUNTRIES AGREED ON 400-500 MILLION INCREASE IN IFC CAPITAL BEFORE OTHER REPLENISHMENT QUESTIONS CAME TO FORE, GOF MIGHT GO ALONG. IF IFC QUESTION WERE DELAYED, THERE WOULD BE NO CHANCE AT ALL.

5. ON RELATIVE SHARES OF EC COUNTRIES WITHIN IFC, SIMILAR POINT WAS MADE: GOF WAS INCLINED TO SEEK A REDUCTION REPEAT REDUCTION OF ITS SHARE, BUT, IF QUESTION WERE RAISED QUICKLY BEFORE THIS POSITION JELLED, IT MIGHT BE POSSIBLE TO RETAIN CURRENT QUOTA.

RUSH

LIMITED OFFICIAL USE

<< END OF DOCUMENT >>

Message Attributes

Automatic Decaptoning: X
Capture Date: 26 AUG 1999
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ECONOMIC GROWTH, LESS DEVELOPED COUNTRIES, CAPITAL (FINANCE), DEVELOPMENT PROGRAMS, DIPLOMATIC DISCUSSIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 28 OCT 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975PARIS27863
Document Source: ADS
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: n/a
Film Number: D750373-0482
From: PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t197510102/baaaaual.tel
Line Count: 84
Locator: TEXT ON-LINE, TEXT ON MICROFILM
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 28 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <28 APR 2003 by BoyleJA>; APPROVED <29 APR 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: n/a
TAGS: EAID, EFIN, FR, XX, US, IBRD, IFC
To: STATE INFO EC BRUSSELS
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006